GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Finance Department - Grant of Authorization for signing of the Guarantee Agreement & the Escrow Agreement on behalf of the Government of Andhra Pradesh in relation to the Rupee Term loan to be obtained by the Andhra Pradesh State Development Corporation (APSDC) - Orders – Issued.

FINANCE (C&DM) DEPARTMENT

G.O.MS.No. 89 **Dated: 02-11-2020**
Read the Following:

1. G.O.MS. No. 80, Finance (PMU-CASPS, FC&IF) Department, dated 27-08-2020 for formation of Andhra Pradesh State Development Corporation Limited
2. Ordinance No 14 of 2020.

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ORDER:

The Government, in the reference 1st read above, has established a dedicated Corporation namely the "Andhra Pradesh State Development Corporation (APSDC)" as a 100% State owned Public Limited Company, with mandate of planning, funding & financing social and economic development projects and activities in the State of Andhra Pradesh.

2. The Andhra Pradesh State Development Corporation (APSDC) is availing Rupee Term Loan facilities from various lenders of upto Rs. 25,000 crores and as a part of pre-disbursement conditions/process for availing the rupee term loan, various loan documents have to be executed.

3. The APSDC Ordinance, 2020, per the reference 2nd cited above, provides that:

> "*Government shall identify requisite resources comprising of existing revenue streams and new revenue streams though levying of cess, development cess, fees, charges, etc. as applicable and assign these revenues to the Corporation to raise financing and fulfil its objectives*" "*Corporation may seek State Government guarantee for the debt servicing whenever necessary and the Government shall guarantee the payment of the amounts due subject to agreed conditions of such guarantee provided*."

4. Accordingly, tri-partite agreements are required to be executed between the lenders, the APSDC & the Government of Andhra Pradesh for the Guarantee Agreement where Government is guarantor in accordance with the provisions of the Ordinance per the reference 2nd read above & the Escrow Agreement as revenues are assigned by the Government in accordance with provisions of the Ordinance per the reference 2nd read above.

5. Therefore & in the above regard, the Government of Andhra Pradesh hereby File No.FIN01-COOR0MISC/49/2020-CASPS-FC GOMS/5/2020/FIN01-Finance authorises Sri Ch.V.N. Malleswara Rao, Additional Secretary (Budget- Finance Department) to sign the Guarantee Agreement & the Escrow Agreement on behalf of Government of Andhra Pradesh

in relation to Rupee Term Loan of Rs.25,000 crores to be availed by the Andhra Pradesh State Development Corporation Limited (APSDC).

6. A copy of the G.O.is available at https://goir.ap.gov.in.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SHAMSHER SINGH RAWAT
PRINCIPAL FINANCE SECRETARY

To
All the Departments in A.P. Secretariat, Velagapudi, Amaravati.
All the Heads of Departments in A.P.
The Andhra Pradesh State Development Corporation.
The Principal Accountant General (Audit) A.P. Hyderabad.
The Principal Accountant General (A&E) A.P Hyderabad.
The Regional Director, RBI, Hyderabad The Registrar of Companies, A.P.

Copy to:
The OSD to the Hon'ble Chief Minister.
The OSD to the Minister for Finance.
The OSD to the Chief Secretary.
The PS to the Principal Finance Secretary.
The PS to the Principal Secretary, Revenue Department.
The PS to the Secretary to Govt. (RM & IF), Finance Department
The PS to the Special Secretary to Govt. (B&HR), Finance Dept.
The CEO, APCFSS, A.P, Ibrahimpatnam.

//FORWARDED BY ORDER//

SECTION OFFICER